SCHEDULE UTC

Form 740

Taxable Year

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42A740-UTC (10-08)

Commonwealth of Kentucky DEPARTMENT OF REVENUE

UNEMPLOYMENT TAX CREDIT KRS 141.065

For calendar year <i>or</i>			KRS 141.065			
for tax year beginning	, , and ending	, > Att	tach to your tax return.	➤ See instructions.		
Name of Individual, Corporation or Pass-t	hrough Entity		Social Securit	y Number		
Street Address or P.O. Box		Apt. Number	Federal Employe	er ID Number		
City	State	ZIP Code	Kentucky Corporation/LL	ET Account Number		
PARTNERS / MEMBERS / BENEFICIA	ARIES		I			
Enter name and address of pass-th Enter your share of credit from	rough entity from Form 720	05, FORM 765, FORM 76	os-GP or estate or trus	st from Form 741.		
☐ Form 720S, Schedule K-1☐ Form 765, Schedule K-1☐ Form 765-GP, Schedule K-1☐ Form 741, Schedule K-1						
See instructions before entering this Do not complete the rest of Schedu		m 740-NP, Section A, lin	e 5, column A or B; or Fo	orm 741, line 18.		
PERSONS EMPLOYED						

Enter below the name(s), Social Security number(s) and Office of Employment and Training Certificate number(s) of employee(s) for whom you are claiming a credit. Also enter the date employed and the last date employee was on your payroll during the tax year. (Additional entry lines on reverse.)

	Employee's Name		Office of Employment and Training Certificate Number	Employment Dates						
		Social Security Number			Date Employed			Date Employed Through		
				Mo.	Day	Yr.	Mo.	Day	Yr.	
1.										
2.										
3.										
4.										
5.										
6.										
7.										
8.										
27. (a) Enter number of employees listed abo	ove								
(b) Enter number of employees listed on reverse of this form										
28. <i>A</i>	Add lines 27(a) and 27(b), enter total									
29. l	Jnemployment tax credit: Multiply the ar	nount on line 28 by \$100								
30. L	LET Credit–Enter on ScheduleTCS, Part I	I, Column E								
31. (31. Corporation Income Tax Credit–Enter on Schedule TCS, Part II, Column F									
32. I	32. Individual IncomeTax Credit–Enter on Form 740, Form 740-NP or Form 741									



INSTRUCTIONS

The UnemploymentTax Credit is applied against the individual income tax imposed under KRS 141.020, the corporation income tax imposed under KRS 141.040 and the limited liability entity tax (LLET) imposed under KRS 141.0401. The amount of credit claimed against the corporation income tax and the LLET can be different.

Kentucky law permits an unemployment tax credit against the income tax and LLET liability of employers who hire qualified unemployed Kentucky residents. The credit is \$100 per qualified person hired. To qualify, the person employed must have been officially unemployed for 60 days immediately prior to employment and must have remained employed for 180 consecutive days during the tax year. The Education Cabinet, Office of Employment and Training must classify persons hired as being unemployed.

A taxpayer/employer cannot claim the credit for an employee: (1) for whom the taxpayer/employer receives federally funded payments for on-the-job training; or (2) who qualifies as a dependent of the taxpayer/employer for federal and state income tax purposes; or (3) who is a relative of the taxpayer/employer, or an individual who owns more than 50 percent of the outstanding stock of a corporation; or (4) if the taxpayer/employer is an estate or trust, who is a grantor, beneficiary or fiduciary of the estate or trust, or who is a relative of the grantor, beneficiary or fiduciary.

Pass-through entities, estates and trusts must pass through the unemployment tax credit pro rata to partners/members/shareholders and beneficiaries. A copy of this schedule or other evidence of the credit must be furnished to the respective taxpayers. Partners, members, shareholders and beneficiaries unemployment tax credit is limited to 90 percent of their Kentucky tax liability and the excess may be carried back three years and forward 15 years. The limitation and credit are applied to the Kentucky income tax liability before any prepayments or other cash payments are credited to the taxpayer's account for the taxable year.

The tax credit cannot reduce the LLET below the \$175 minimum.

This schedule must be attached to Form 720, Form 720S, Form 725, Form 740, Form 740-NP, Form 741, Form 765 or Form 765-GP before credit will be allowed.

		Office of	Employment Dates							
	Employee's Name	Social Security Number	Employment and Training Certificate Number	Date Employed			Date Employed Through			
				Mo.	Day	Yr.	Mo.	Day	Yr.	
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